

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

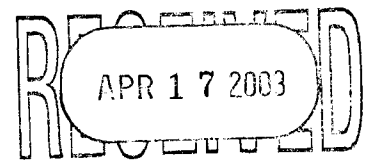
ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02023A
Joshua Valley Utility Company
P. O. Box 80070
Phoenix AZ 850600070

ANNUAL REPORT

ARIZONA CORPORATION
COMMISSION



Director of Utilities

FOR YEAR ENDING

12	31	2002
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FOR COMMISSION USE

ANN 04	02
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*Entered
4/30/03
Cym
2002
assessment
db updated
Cym*

o/c

COMPANY INFORMATION

Company Name (Business Name) Joshua Valley Utility Company

Mailing Address PO Box 80070

(Street)

Phoenix

(City)

AZ

(State)

85060-0070

(Zip)

602-840-2450

Telephone No. (Include Area Code)

602-840-8350

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address johnratliff@qwest.net

Local Office Mailing Address PO Box 247

(Street)

Meadview

(City)

AZ

(State)

86444

(Zip)

928-564-2552

Local Office Telephone No. (Include Area Code)

928-564-2517

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: John D. Ratliff

(Name)

President

(Title)

PO Box 80070

(Street)

Phoenix

(City)

AZ

(State)

85060-0070

(Zip)

602-840-2450

Telephone No. (Include Area Code)

602-840-8350

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address johnratliff@qwest.net

On Site Manager: Ron Raymond

(Name)

PO Box 247

(Street)

Meadview

(City)

AZ

(State)

86444

(Zip)

928-564-2552

Telephone No. (Include Area Code)

928-564-2517

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Statutory Agent: Gary Zwillinger

(Name)

1850 N. Central Ave., Ste 2100 Phoenix

(Street)

(City)

AZ

(State)

85004

(Zip)

602-212-8537

Telephone No. (Include Area Code)

602-240-6925

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Same as Statutory Agent

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☒ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

Joshua Valley Utility Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	6,176	0.00	6,176
304	Structures and Improvements	2,745	850	1,895
307	Wells and Springs	17,913	1,250	16,663
311	Pumping Equipment	31,510	8,200	23,310
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	22,468	8,315	14,153
331	Transmission and Distribution Mains	1,443,124	447,118	996,006
333	Services	18,436		18,436
334	Meters and Meter Installations	30,734	8,434	22,300
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	11,367	3,481	7,886
341	Transportation Equipment	32,989	8,320	24,669
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	5,331	1,250	4,081
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	1,622,813	487,218	1,135,595

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	6,176	0	
304	Structures and Improvements	2,745	3	82
307	Wells and Springs	17,913	3	537
311	Pumping Equipment	31,500	3	915
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	22,468	3	674
331	Transmission and Distribution Mains	1,443,124	3	43,294
333	Services	18,436	3	553
334	Meters and Meter Installations	30,734	3	922
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	11,367	3	341
341	Transportation Equipment	32,989	3	990
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	5,331	3	160
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	1,662,813		48,684

This amount goes on Comparative Statement of Income and Expense
Acct. No. 403.

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 20,484	\$ 8,474
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	320	684
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 20,804	\$ 9,158
	FIXED ASSETS		
101	Utility Plant in Service	\$ 1,622,813	\$1,622,813
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	487,218	535,902
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 1,118,085	\$1,048,342
	TOTAL ASSETS	\$ 1,156,399	\$1,096,069

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)	3,000	3,000
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 3,000	\$ 3,000
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	35,314	41,727
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 35,314	\$ 41,727
	TOTAL LIABILITIES	\$ 38,414	\$ 44,727
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 2,000	\$ 2,000
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	1,116,085	1,048,342
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 1,118,085	\$ 1,048,342
	TOTAL LIABILITIES AND CAPITAL	\$ 1,156,399	\$ 1,096,069

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 212,557	\$ 277,119
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 212,557	\$ 277,119
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 85,625	\$ 103,587
610	Purchased Water		
615	Purchased Power	25,941	26,061
618	Chemicals		
620	Repairs and Maintenance	14,493	24,719
621	Office Supplies and Expense	11,183	10,299
630	Outside Services		
635	Water Testing	7,328	2,715
641	Rents	6,000	6,000
650	Transportation Expenses	5,057	6,095
657	Insurance – General Liability	2,500	3,000
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	1,740	
403	Depreciation Expense	48,684	48,684
408	Taxes Other Than Income	11,502	15,431
408.11	Property Taxes	7,828	8,103
409	Income Tax		1,533
	TOTAL OPERATING EXPENSES	\$ 224,401	\$ 256,198
	OPERATING INCOME/(LOSS)	\$ (11,844)	\$ 20,921
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$ (11,844)	\$ 20,921

COMPANY NAME Joshua Valley Utility Company

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	No Loans.			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	\$ 41,727
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Meter Deposits Refunded During the Test Year	\$ 5,427
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WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
(30-17)11-1	20	50	600	10		
(30-17)14-1	20	30	604	10		
23-1	20	90	800	8		
23-3	30	80	600	6		
26-6	20	80	650	6		

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
none		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
none			

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
50,000	1	1,500	2
125,000	1	5,000	1
100,000	1		
180,000	1		

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JOHN RATLIFF

PAGE 01/02

COMPANY NAME Joshua Valley Utility Company

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	400'
3	PVC / AC	2230' / 2400'
4	PVC / AC	105685' / 6600'
5	PVC	12000'
6	PVC / AC	179860' / 8400'
8	PVC	9705'
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	752
3/4	8
1	26
1 1/2	2
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT

STRUCTURES:

4 well sites - fenced
 3 tank sites - fenced - 1 well site located inside fence at tanks
 1 - workshop - storage building
 4 - water storage tanks

OTHER:

backhoe
 2 - service trucks

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JOHN RATLIFF

PAGE 02/02

COMPANY NAME: Joshua Valley Utility

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2002

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	756	1594210	2158280
FEBRUARY	763	2236730	2470200
MARCH	765	1846696	2192300
APRIL	766	2605234	3200900
MAY	771	3019390	3433700
JUNE	775	3671860	4567100
JULY	778	3992820	4736900
AUGUST	779	4215190	5153900
SEPTEMBER	785	3460203	4516800
OCTOBER	786	2600364	2171300
NOVEMBER	785	2237371	1454700
DECEMBER	789	1442113	1802100
TOTAL		32922187 ^{N/A cm}	37858180

Commercial usage Total - 3223340

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☐ Yes☒ No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes☒ No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system.

see next page
mg/l

(If more than one well, please list each separately)

Note: If you are filling for more than one system, please provide separate data sheets for each system.

page 11

Arsenic Levels

SS-610726	Lot 1429	Unit 4	< 0.005
SS-610725	Lot 1637	Unit 4	0.0014
SS-610727	Lot 1442	Unit 4	0.0014
SS-610729	Lot 1422	Unit 4	0.0024
SS-610733	Lot 531	Unit 2	0.0027

COMPANY NAME Joshua Valley Utility Company YEAR ENDING 12/31/2002

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2002 was: \$ 8,103

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME Joshua Valley Utility Company YEAR ENDING 12/31/2002

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>-8,021</u>
Estimated or Actual Federal Tax Liability	<u>0</u>

State Taxable Income Reported	<u>-8,021</u>
Estimated or Actual State Tax Liability	<u>45</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>0</u>
Amount of Gross-Up Tax Collected	<u></u>
Total Grossed-Up Contributions/Advances	<u></u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

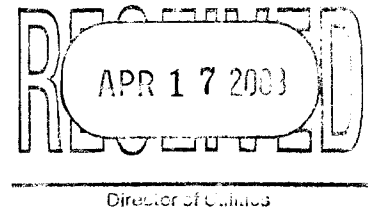
John D. Ratliff
SIGNATURE

April 14, 2003
DATE

John D. Ratliff
PRINTED NAME

President
TITLE

VERIFICATION AND SWORN STATEMENT Intrastate Revenues Only

**VERIFICATION**

STATE OF _____
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
Maricopa
NAME (OWNER OR OFFICIAL) TITLE
John D. Ratliff, President
COMPANY NAME
Joshua Valley Utility Company

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2002

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2002 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 277,119

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 15,431
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

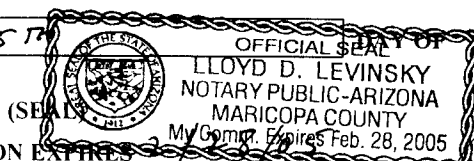
John S Ratliff
SIGNATURE OF OWNER OR OFFICIAL
602-840-2450
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

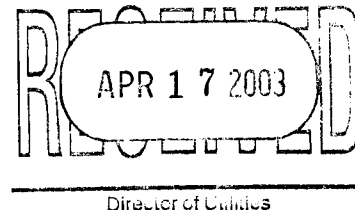
15TH



COUNTY NAME	MARICOPA	
MONTH	APRIL	2003
SIGNATURE OF NOTARY PUBLIC		

MY COMMISSION EXPIRES

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) Maricopa	
NAME (OWNER OR OFFICIAL) John D. Ratliff	TITLE President
COMPANY NAME Joshua Valley Utility Company	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2002

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2002 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 249,750

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 13,907
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

John D. Ratliff
SIGNATURE OF OWNER OR OFFICIAL

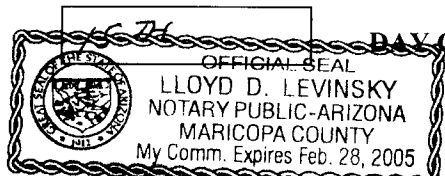
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

(SEAL)

MY COMMISSION EXPIRES



DAY OF

NOTARY PUBLIC NAME LLOYD D. LEVINSKY	
COUNTY NAME MARICOPA	
MONTH APRIL	2003

Lloyd D. Levinsky
SIGNATURE OF NOTARY PUBLIC

JOSHUA VALLEY UTILITY 03/93
 PETTY CASH
 P.O. BOX 247
 MEADVIEW, AZ 86444

2nd 2 2001
 (3)

3276

APR 28 2002

DATE

4/26/02

91-170-AZ
 1221

PAY
 TO THE
 ORDER OF

Mohave County Treasurer

\$ 3267.14

Thirty two hundred sixty seven & 14/100

DOLLARS

Bank of America.



ACH R/T 122101708

8224091

FOR 94541180 / 343-02-364A / 94541100

Susan A Rusnak

⑈003276⑈ ⑆122101708⑆ 000054874037⑈

⑈0000326714⑈

WFB TEMPE, AZ 05072002
 TRACER# 2239 013
 1221-0527-B
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PAY TO THE ORDER OF
 WELLS FARGO BANK ARIZONA, N.A.
 PHOENIX, AZ 85012
 122105276
 FOR DEPOSIT ONLY
 MOHAVE COUNTY TREASURER
 3150105880

05/09/02 E2640 01 P01

3150683897

JOSHUA VALLEY UTILITY 03-93
 PETTY CASH
 P.O. BOX 247
 MEADVIEW, AZ 86444

NOV 01 2002

3451.

91-170
9311-1221 AZ

DATE 10/31/02

PAY
TO THE
ORDER OF

Mohave County Treasurer

\$ 4835.67

Forty eight hundred thirty five & 67/100

DOLLARS



Bank of America.

ACH R/T 122101708

FOR

94541180/343-02-364A/94541100/343-06-321/304 Susan A Rasmak

450/343-17421/843-20-435-934/343-02-6
00345111 122101706 000054874037

0000483567

110602 00652 0251 3251 00001EPLAZ 11073992

FOR DEPOSIT ONLY MOHAVE COUNTY TREASURER315010588

1931084557

11/08/02 13053 01 P01 US DATE 11/08/02
P15 E C 052 AZ

3550325766